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BLANCHARD, WALKER, O'QUIN & ROBERTS
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June 12, 2007

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

Mailing Address:
P.O. Drawer 1126
Shreveport, LA 71163-1126

WM. TIMOTHY ALLEN, III
Direct: 318.934.0217
Email: tallen@bwor.com

RE: HEARING APPLICATION
Lower Cotton Valley Formation, Reservoir A
Hico-Knowles Field
Lincoln Parish, Louisiana
Our File No. 230593 .0097

Dear Sir:

On behalf of **Comstock Oil & Gas - Louisiana, LLC**, application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Lower Cotton Valley Formation, Reservoir A, in the Hico-Knowles Field, Lincoln Parish, Louisiana:

1. To create four (4) additional drilling and production units (to be designated as LCV RA SUF thru LCV RA SUI) for the exploration for and production of gas and condensate from the Lower Cotton Valley Formation, Reservoir A, in the Hico-Knowles Field, Lincoln Parish, Louisiana, as shown on the plat attached hereto;
2. To force pool and integrate all separately owned tracts, mineral leases, and other property interests within the proposed Lower Cotton Valley Formation, Reservoir A units, with each tract sharing in unit production on a surface acreage basis of participation;
3. To redefine the Lower Cotton Valley Formation, Reservoir A, in the Hico-Knowles Field, Lincoln Parish, Louisiana, INsofar AND ONLY INsofar AS THE PROPOSED LCV RA SUF thru LCV RA SUI are concerned, as the stratigraphic equivalent of the Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, as redefined in Office of Conservation Order No. 370-B-91, effective December 5, 2006, being that gas and condensate bearing sand encountered between the depths of 9,370 feet and 12,370 feet (electrical log measurements) in the KCS Resources, Inc. (formerly Union Texas Petroleum Corporation) - Dowling No. 1 Well, located in Section 29, Township 19 North, Range 4 West, Lincoln Parish, Louisiana;
4. To amend the well spacing provisions of Office of Conservation Order No. 137-AA, effective September 1, 1979, to provide that any future wells drilled to the Lower Cotton Valley, Reservoir A, in the Hico-Knowles Field, shall be located no closer than 660 feet from unit lines and no closer than 1320 feet between wells drilling to, completed in, or for which a permit shall have been issued to the Lower Cotton Valley Formation, Reservoir A, in the Hico-Knowles Field;
5. To permit the Applicant to drill its La. Methodist Orphanage 11 No. 1 Well, at the location shown on the plat attached hereto, as a unit well for the proposed LCV RA SUH, in

exception to the current well spacing provisions of Office of Conservation Order No. 137-AA, effective September 1, 1979 and the provisions of the 370-B Series of Office of Conservation Orders for the Terryville Field, Lincoln Parish, Louisiana; and

6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Lower Cotton Valley Formation, Reservoir A, in Hico-Knowles Field, Lincoln Parish, Louisiana shall be redefined as set forth hereinabove, INsofar AND ONLY INsofar AS the proposed units are concerned.

Pertinent data regarding this application will be available for inspection at the offices of Blanchard, Walker, O'Quin & Roberts, 400 Texas Street, Suite 1400, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Mr. Wm. Timothy Allen III (318)221-6858, during normal business hours, or write Mr. Allen at the above address in order to arrange a time and date for such inspection. Copies of such pertinent data can be obtained at the expense of the requesting party.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto. A copy of this notice, with the annexed plat, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.

By Pre-Application Notice dated May 25, 2007, applicant advised the Commissioner of Conservation, the District Manager and all Interested Owners, Represented Parties and Interested Parties of applicant's intention to apply for the hearing which is the subject of this application. Applicant received no request for a conference, and accordingly, no conference will be held.

A check in the amount of \$755.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation, and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

By: 

Wm. Timothy Allen III

Attorneys for Comstock Oil & Gas - Louisiana, LLC

WTAlII:kmw

Enclosures

cc: Mr. James C. Broussard
Office of Conservation, Shreveport District Manager, La. (w/enclosures)
cc: Interested Owners, Represented Parties
and Interested Parties (w/copy of plat)

